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Director's Meeting

EO 13526 3.3(b)(1)>25Yrs

Tuesday, 29 April 1952

PRESENT: General Smith, Messrs. Dulles, Wolf, Becker, Hedden, Earman, Col. Taylor

General Smith:

HR70-14

a. Noted a paper on South America which had been prepared for the President and, after some discussion, Mr. Becker undertook to draft a memorandum of transmittal. *Dane*

b. Referred to the item in today's Log concerning certain reports promised CIA by [] and asked whether we did not have "something" we could give to them. Col. Taylor noted that we had just received some information which would be of interest to them and undertook to have it passed along.

Mr. Dulles:

a. Noted that (1) we still had a problem with the Bureau of the Budget concerning the assignment of one of their people as a working level liaison officer with CIA due to this individual having once belonged to several organizations on the Attorney General's list; (2) he had discussed this with Mr. Macy and it had been agreed that Budget would undertake to have this man investigated by the FBI and, if cleared, he would then be acceptable to this Agency.

b. Left with the Director a letter from [] and noted that he was reconciled to continue working with []. In this connection, Mr. Dulles said he might be able to secure his [] services at a later date.

c. Stated that he was disturbed about the situation in Italy []

d. Noted the radio report that the Russians had fired on an Air France plane which allegedly was in the air corridor at the time the incident took place.

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Mr. Dulles (Cont'd.)

e. Briefly discussed the problems involved if Treasury blocked the accounts [redacted] and noted that he had discussed this situation with Mr. Thorp of State. In this connection, he stated it had been suggested that CIA acting for Treasury and the Department of State, might trade this out with [redacted]. After some further discussion, Mr. Dulles undertook to follow this matter closely.

f. Left with the Director Kim Roosevelt's brief on the Federal Trade Commission's report on Petroleum Cartels. The DCI stated he intended to discuss this with Admiral Souers.

g. Left with the Director a copy of the JCS paper submitted to the NSC on Southeast Asia.

Mr. Hedden:

a. Reported that Col. Hansen and Mr. Pforzheimer had apparently succeeded in placating Congressman Busbey and he has agreed not to "lambast" us from the Floor of the House.

b. Noted that at his "at home" yesterday [redacted] had suggested that we use up our stock of old covers for our publications and Mr. Becker had undertaken to see that this was done. In this connection, the Director stated that if this would save us some money [redacted] suggestion would be brought before the Efficiency Awards Committee. Mr. Wolf undertook to follow through on this.

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c. Noted the success of a certain OPC project and, after some discussion, Col. Taylor undertook to prepare a letter of commendation to the originator of this project for the Director's signature. Done

Colonel Taylor:

b. Noted that a draft of the proposed speech for the President concerning the Gray Report would be in the Director's office this afternoon.

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[redacted] (Cont'd.)

c. Stated that we had just received a report on G-2, FE, using [redacted] and that (1) Gen. Hickey had approved the continuance of this operation with the individuals now participating; (2) authority had been granted CIA to use [redacted] as soon as they are reclassified.

Mr. Wolf:

a. Asked the Director to call Senator O'Mahoney regarding our budget. The DCI indicated he would do so.

Mr. Becker:

a. Noted that he and Sherman Kent planned to meet with [redacted] this afternoon in order to determine a better allocation of requests for estimates between the [redacted]



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